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***PARTNERS***  
*in Quality Solutions*

**DSDC**  
**DLA'S Central Design Activity**

*INDUSTRY*

***Software Development***  
***in***  
***Government and Industry***

**Presented by: DSDC**

**For more info, send requests to: [sepg@dsdc.dla.mil](mailto:sepg@dsdc.dla.mil)**

# Description and Objectives

**Description:** This course provides an overview of what consumers of software need to know about the approaches that government and commercial industry software development organizations use to produce higher quality software within cost and schedule.

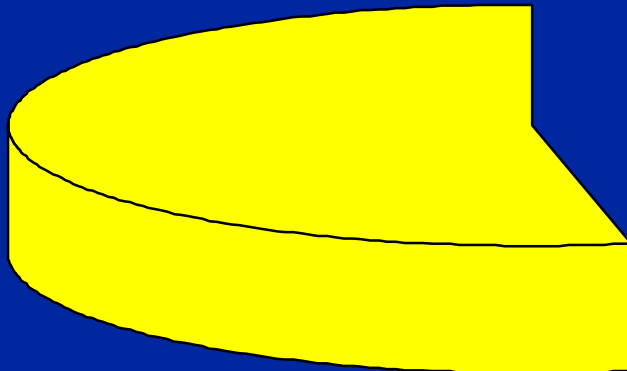
## Objectives:

1. Identify the state of software development in the U.S. and discuss reasons that software projects succeed or fail
2. Review improvement models, including the concepts and terms of the Capability Maturity Model for Software and how it compares to ISO 9000
3. Discuss Systems Development from the perspective of each stakeholder role

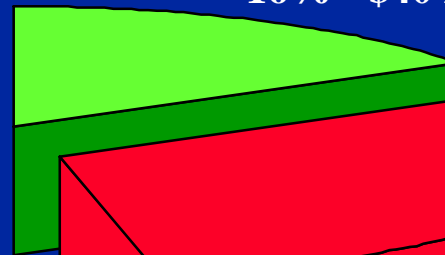
# The CHAOS Study

Annual Expenditure for Software Development in the U.S. - \$250 Billion

Over Budget, Delayed, Less  
Than Planned Functionality  
53% - \$132.5 Billion

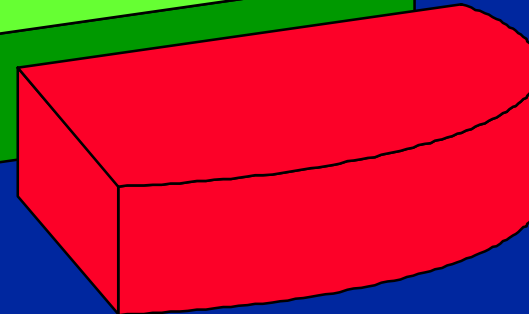


On Budget, On Time, As requested  
16% - \$40 Billion



Successful  
Impaired  
Challenged

Canceled In Development  
31% - \$77.5 Billion



# Software Process Improvement (SPI)

## Why Do It?

- ✓ Most business process improvements implemented via software
- ✓ Improved process stability and capability
- ✓ Greater predictability for size, cost, schedule, effort & documentation
- ✓ Increased quality in products and services
- ✓ Reduced rework
- ✓ Decreased reliance on testing to ensure quality
- ✓ Minimized risk to software development investments
- ✓ Efficient project staff start-up time; faster project start-up
- ✓ Dynamic allocation of resources
- ✓ Improved teamwork among stakeholders
- ✓ Improved tool usage
- ✓ Long term benefits from continuous SPI

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# What is the Return on Investment?

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PROJECT/ ARTIFACT	PROJECT/ ARTIFACT SIZE	PHASE	total # defects	actual cost TO FIX	range of projected rework savings BY PHASE		# major defects	range of projected rework savings for MAJOR DEFECTS*	
Project A Rqmts Doc	1091 fp 21820 loc 137 pg SSS	requirements design coding unit/sys test accept test operation	337	\$ 13,814.82	\$ 41,444.45	\$ 82,888.89	101	\$ 12,421.04	\$ 24,842.07
					\$ 138,148.15	\$ 138,148.15		\$ 41,403.45	\$ 41,403.45
					\$ 207,222.23	\$ 552,592.60		\$ 62,105.18	\$ 165,613.81
					\$ 414,444.45	\$ 967,037.05		\$ 124,210.35	\$ 289,824.16
					\$ 552,592.60	\$13,814,815.00		\$ 165,613.81	\$ 4,140,345.15
Project B Rqmts Doc	321 pg SSS	Requirements design coding unit/sys test accept test operation	192	\$ 29,982.86	\$ 89,948.57	\$ 179,897.13	10	\$ 4,684.82	\$ 9,369.64
					\$ 299,828.55	\$ 299,828.55		\$ 15,616.07	\$ 15,616.07
					\$ 449,742.83	\$ 1,199,314.20		\$ 23,424.11	\$ 62,464.28
					\$ 899,485.65	\$ 2,098,799.85		\$ 46,848.21	\$ 109,312.49
					\$ 1,199,314.20	\$ 29,982,855.00		\$ 62,464.28	\$ 1,561,607.03
Project C Rqmts Doc	6 pg AWR	Requirements design coding unit/sys test accept test operation	27	\$ 5,606.21	\$ 16,818.64	\$ 33,637.28	20	\$ 12,458.25	\$ 24,916.50
					\$ 56,062.13	\$ 56,062.13		\$ 41,527.50	\$ 41,527.50
					\$ 84,093.19	\$ 224,248.50		\$ 62,291.25	\$166,110.00
					\$ 168,186.38	\$ 392,434.88		\$124,582.50	\$ 290,692.50
					\$ 224,248.50	\$ 5,606,212.50		\$ 166,110.00	\$4,152750.00

\* Based on formulas reported in Barry W. Boehm's book,  
*Software Engineering Economics* (Englewood Cliffs, N.J.: Prentice Hall, 1981).

\*

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# Who Benefits?

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## END USERS

- ✓ Higher quality products
- ✓ Faster
- ✓ Desired functionality

## CUSTOMERS (SPONSORS)

- ✓ All above plus
- ✓ Lower Total Cost
- ✓ Lower Risk Projects

## DSDC

- ✓ All above plus
- ✓ Stable, challenging work environment

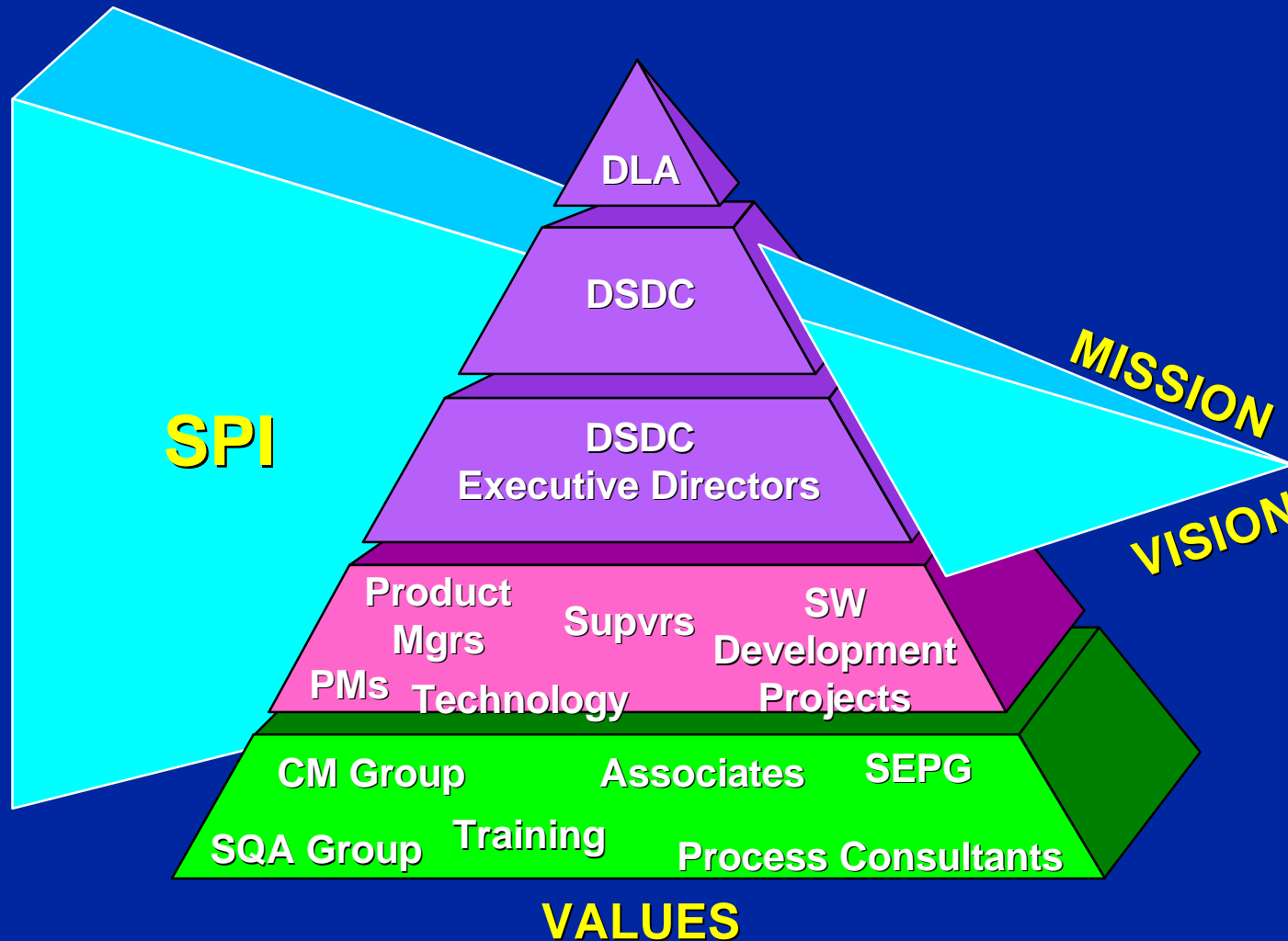
## DLA

- ✓ All above plus
- ✓ Organization that survives AND thrives now AND in the future



# Who Needs to Take the Trip

*INDUSTRY*



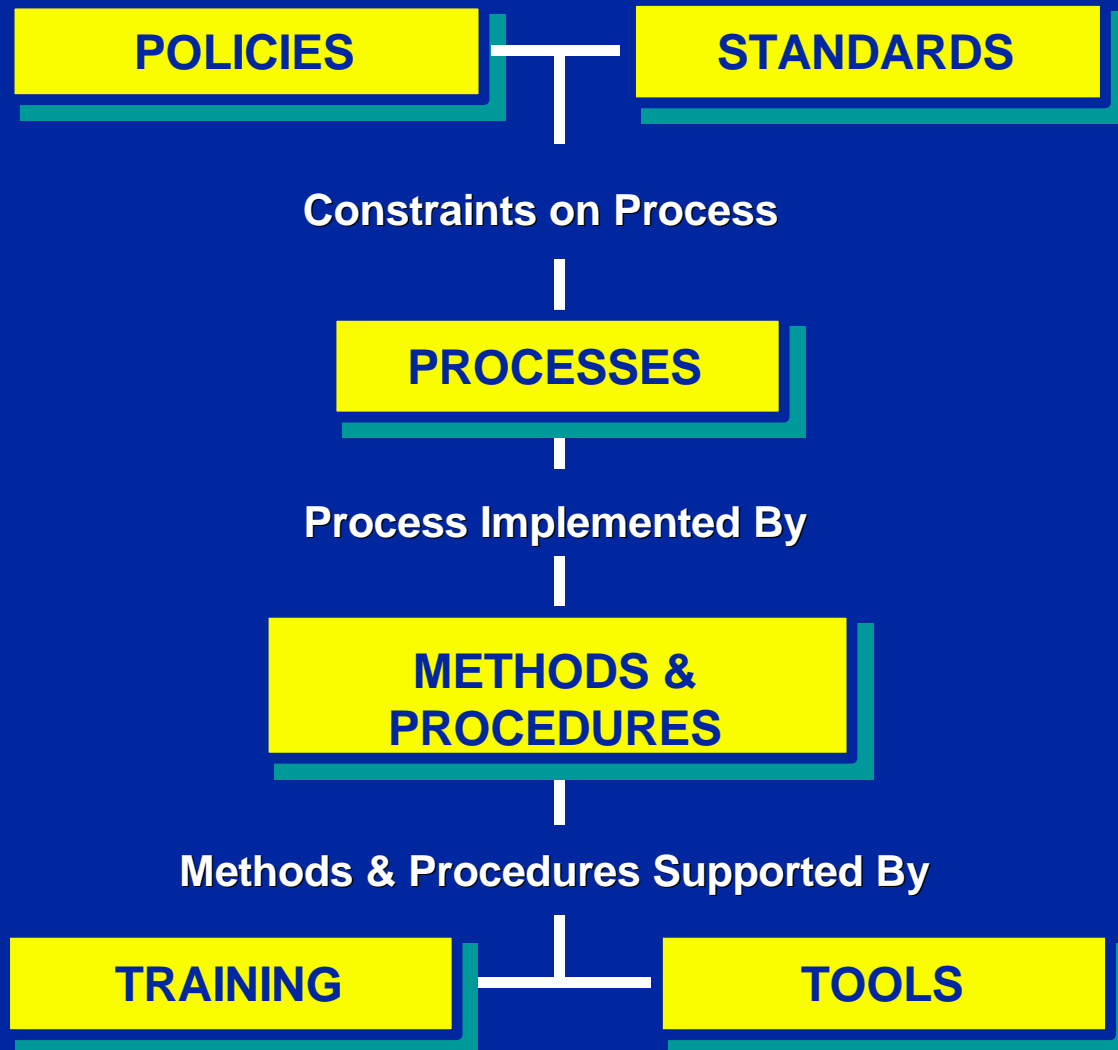
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# The Operational Framework





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# The Capability Maturity Model (CMM) for Software

LEVEL	KEY PROCESS AREAS	RESULT
OPTIMIZING 5	DEFECT PREVENTION TECHNOLOGY INNOVATION PROCESS CHG MGT	PRODUCTIVITY AND QUALITY
MANAGED 4	PROCESS MEASUREMENT AND ANALYSIS QUALITY MANAGEMENT	
DEFINED 3	ORGANIZATION PROCESS FOCUS ORGANIZATION PROCESS DEFINITION PEER REVIEWS TRAINING PROGRAM INTERGROUP COORDINATION SOFTWARE PRODUCT ENGINEERING INTEGRATED SOFTWARE MGT	
REPEATABLE 2	REQUIREMENTS MGT SOFTWARE PROJECT PLANNING SOFTWARE PROJECT TRACKING SOFTWARE SUBCONTRACT MGT SOFTWARE QUALITY ASSURANCE SOFTWARE CONFIGURATION MGT	
INITIAL 1		RISK

## ***Other Improvement Models***

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- ✓ **ISO 9000**
- ✓ **ISO SPICE**
- ✓ **Malcolm Baldrige**
- ✓ **Other CMMs**
- ✓ **The Microsoft Framework (MSF)**

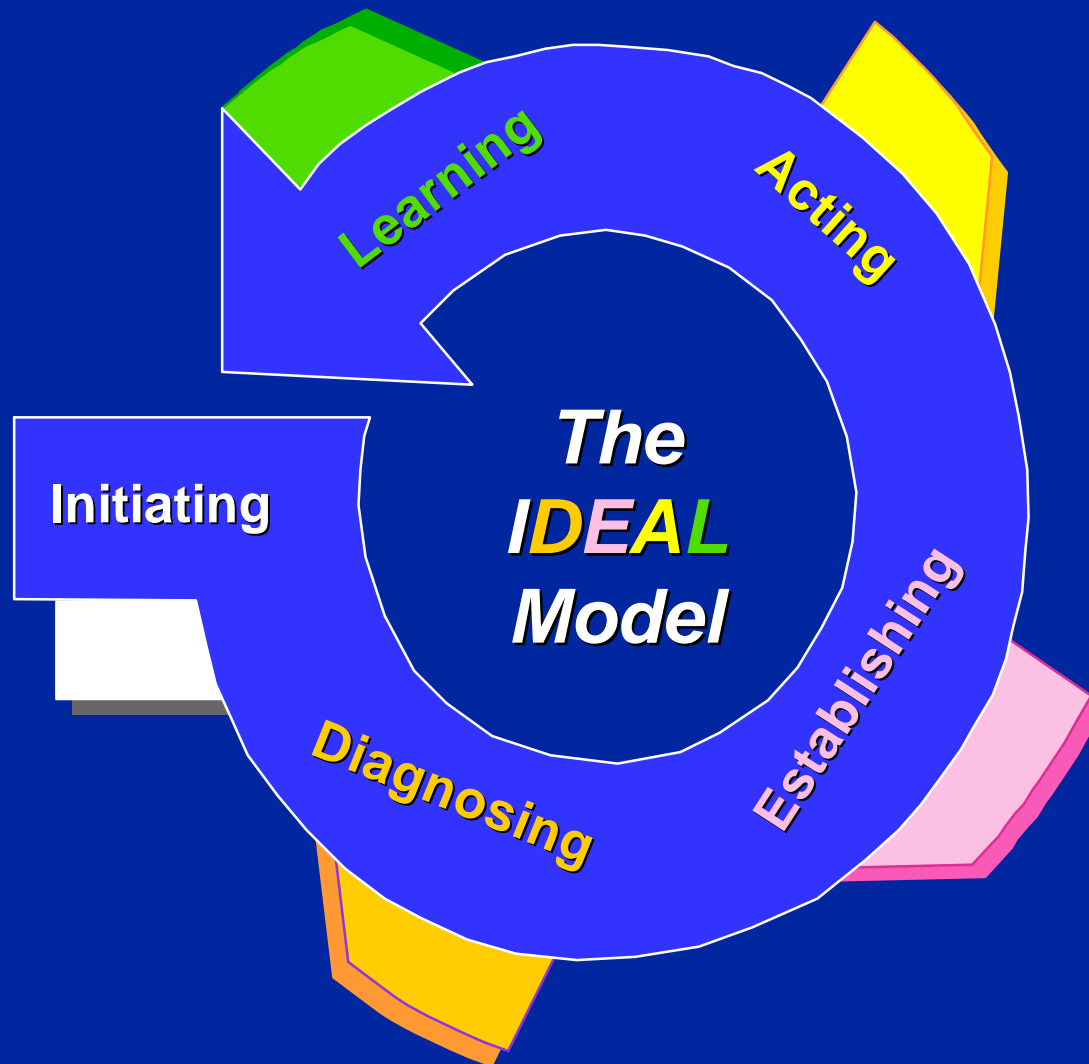
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# The Improvement Life Cycle



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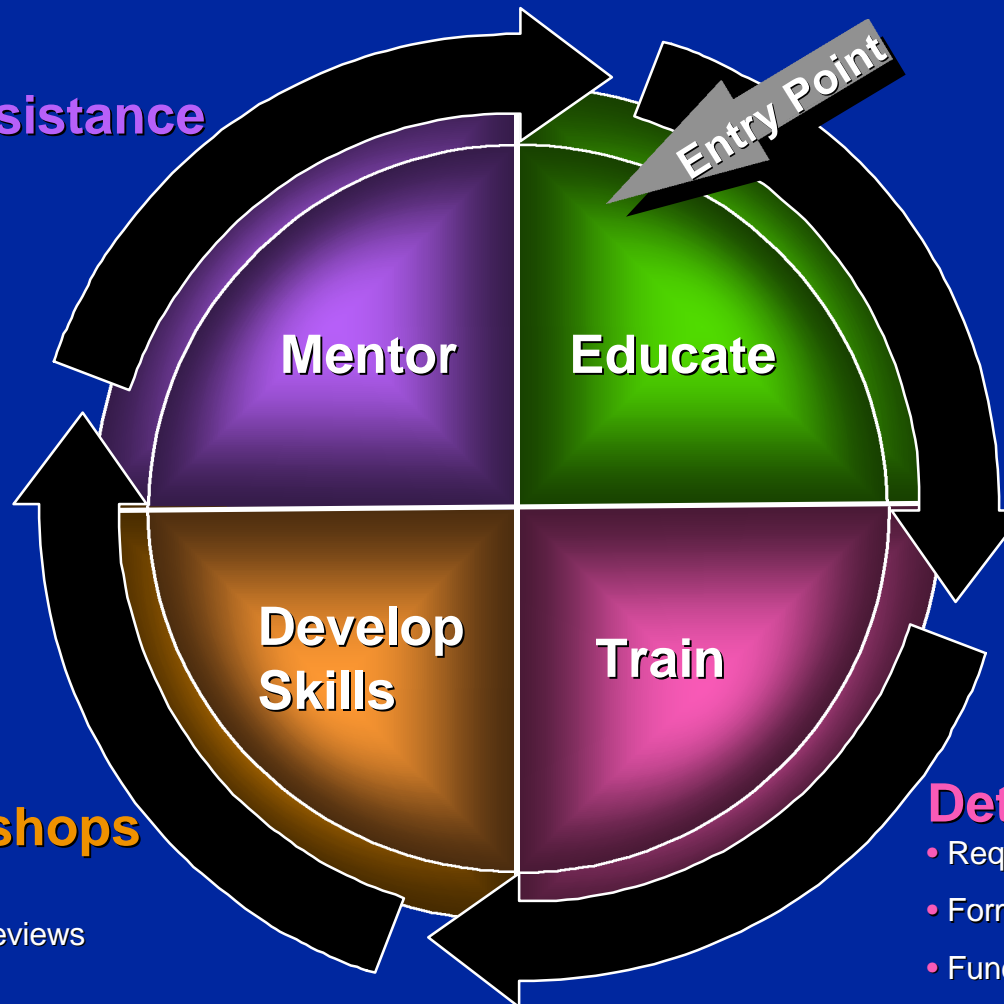
# Implementing Improvements

## One-on-One Assistance

- SEPG
- Process Consultants
- Training Consultants

## Hands-on Workshops

- Requirements Definition
- Formal Inspections/ Peer Reviews
- Function Pts/COCOMO



## Overviews

- CMM
- CMM Appraisals
- DSDC Status
- MIL-STD 498
- Project Mgt
- Risk Mgt
- Configuration Mgt
- SQA
- Size/Cost Estimation
- Testing
- Software Environments

## Detailed Courses

- Requirements Definition
- Formal Inspections/ Peer Reviews
- Function Pts/COCOMO

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# Assessing the Results

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**LEVEL** **2**

M  
A  
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**3**

## Defined KPAs

Peer Reviews  
Intergroup Coordination  
Software Product Engineering  
Integrated Software Management  
Training Program  
Organization Process Definition  
Organization Process Focus

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**2**

## Repeatable KPAs

Requirements Management  
Software Project Planning  
Software Project Tracking & Oversight  
Software Subcontractor Management  
Software Configuration Management  
Software Quality Assurance



Fully Satisfied



Partially Satisfied



Not Satisfied



Not Applicable



Not Rated

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# ***Strengths***

- ✓ **Strong Senior Management Commitment to Process Improvement**
- ✓ **SEPG is operating effectively**
- ✓ **Associates not afraid of hard work**
- ✓ **Organization has strong technical capabilities**
- ✓ **Organization is eager to improve**
- ✓ **Organization committed to delivering quality products**
- ✓ **Organization knows and supports its systems and customers**
- ✓ **Organization understands that everyone (including customers) must take this journey together**
- ✓ **DSDC Project Guide is a very effective tool**
- ✓ **Auditing has enhanced implementation of the process**

# Recurring Themes

- ✓ Resources are adequate for current workload but can easily become strained with downsizing and increased number of projects
- ✓ Metrics are being collected but not used effectively to improve the process
- ✓ Metrics have not been defined for all level 3 KPAs and therefore there is limited management visibility
- ✓ Policies and procedures have not been fully defined for most level 3 KPAs
- ✓ Level 3 Institutionalization Common Features are not satisfied for most KPAs

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# ***Recommendations***

- ✓ Review metrics program and how the metrics can be used more effectively to improve process and products
- ✓ Review resource allocations based on changes in the organization and workloads
- ✓ Address life cycle requirements traceability
- ✓ Establish an organizational planning database
- ✓ Establish defect and lessons learned database
- ✓ Improve definition of technical interfaces with subcontractors
- ✓ Acquire automated tool for configuration management
- ✓ Expand SQA audits to cover technical software products